(THE HON'BLE SRI H. C. DASAPPA). that so far as the assets are concerned their book value must be taken and where the returns are very poor there some relief must be given. Accordingly in the case of the Jog and the Krishnarajasagara Works relief has been given.

Sri A. BHEEMAPPA NAIK.—Was there any agreement that where returns are very high some consideration about the increased value of the assets should be given and the assets evaluated ?

The Hon'ble Sri H. C. DASAPPA.—I have said " No ".

Sri A. BHEEMAPPA NAIK.—Will such an agreement be in the interest of Mysore ?

The Hon'ble Sri H. C. DASAPPA.—You must take an overall picture and come to a decision. After all for one or two years we may have very good returns from Railways. But the Government of India would be thinking of what their own commitments would be by way of increased salaries, increased dearness allowance and so on which may not permit them to enjoy more returns from the Railways as we have been enjoying. By and large that picture was taken into consideration and we have evolved a formula which we feel is fair enough and further the Government of India would have asked to evaluate our Hydro-Electric Works excluding Jog also on the basis of revenue.

Sri A. BHEEMAPPA NAIK.—Is not a good slice of the income taken away and has it not thereby affected our budgetary position to a great extent ?

Mr. SPEAKER.—That has been discussed a number of times.

Sri G. A ACHARYA (Bangalore District—General).—Between the book value and the value estimated by the Centre, what is the difference in respect of the Krishnarajasagara Works ?

The Hon'ble Sri H. C. DASAPPA.—About 3 to 3½ crores ; that is what has been treated as unproductive.

Mushir-ul-Mulk J. MOHAMED IMAM (Chitaldrug *cum* Tumkur—Muslim).—Who has been paying interest on this amount, *viz.*, 4·70 crores till now ?

The Hon'ble Sri H. C. DASAPPA.—From 1st April 1950 the liability is theirs.

Janab J. MOHAMED IMAM.—Can the Government prepare a statement of productive assets and how they were arrived at and place it before the House ?

The Hon'ble Sri H. C. DASAPPA.—I shall certainly consider that.

Representation to the Finance Commission *re* : net proceeds of the divisible taxes.

Q.—221. Sri V. M. MASCARENHAS (Retroceded Area—General).—

Will the Government be pleased to state :—

(*a*) whether any representation has been made to the Finance Commission recently appointed by the Government of India to determine the net proceeds of the divisible taxes between the Union and the States ;

(*b*) the probable benefits that may accrue to the State therefrom ?

A.—The Hon'ble Sri H. C. DASAPPA (Minister for Finance and Industries).—

(*a*) No. Occasion has not arisen as yet.

(*b*) Does not arise. However the question of benefit will arise only if the State's share should exceed the Revenue gap fixed as a result of Federal Financial Integration.

Sri V. M. MASCARENHAS.—With reference to answer to (*a*) may I know whether Mysore does not come under the purview of the Finance Commission appointed by the Government of India ?

The Hon'ble Sri H. C. DASAPPA.—We have not heard officially anything about the Finance Commission. There have been some reports in the papers but we have heard nothing so far officially about the constitution of that body.

Sri V. M. MASCARENHAS.—Then my question does not arise at all.